# GOVERNMENT OF INDIA
# FINANCE AND COMPANY AFFAIRS
# LOK SABHA

UNSTARRED QUESTION NO:5891
ANSWERED ON:02.05.2003
INTEREST RATE ON CENTRAL LOAN
PRAKASH V. PATIL;VSM (RETD.) COL. CHOUDHARY

**Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state:**

(a) whether the Union Government have received any proposal from the State Government of Rajasthan to reduce the interest rate on Central Loan given to Rajasthan i.e. 70 percent of Plan Assistance and other loans on which interest rate is still 11.5 percent; and

(b) if so, the status of the proposal?

## Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI ANANDRAO V. ADSUL)

(a) & (b): Government of India has reduced the interest rate on Plan Loans from 11.50 percent during 2002-03 to 10.50 percent during 2003-04 with effect from 1.4.2003.